

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6923

BILL NUMBER: SB 303

NOTE PREPARED: Jan 11, 2006

BILL AMENDED:

SUBJECT: Various Motor Vehicle Matters.

FIRST AUTHOR: Sen. Kruse

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill has several provisions regarding motor vehicles and driver's licenses.

Sunday Sales: This bill provides that the prohibition against Sunday sales of motor vehicles does not apply to an automobile auctioneer.

Driver's Licenses: This bill revises language pertaining to the requirements for issuance, renewal, and expiration of certain driver's licenses.

21-Year-Old Relative: The bill requires the relative or guardian accompanying a driver less than 18 years of age who holds a learner's permit must be at least 21 years of age.

Corporate Check Accepted: This bill authorizes the acceptance of a corporate check for the original or a renewal of a commercial driver training school license or instructor's license.

Repeals Language: The bill repeals language: (1) requiring a holding of a public passenger chauffeur's license in order to drive certain motor vehicles; (2) concerning a temporary motorcycle learner's permit and the fee for the permit; and (3) concerning the renewal of the motorcycle endorsement of a driver's license or a motorcycle operator's license.

Effective Date: July 1, 2006.

Explanation of State Expenditures: *21-Year-Old Relative:* This part will have no fiscal impact.

Corporate Check Accepted: Prior to this proposal, corporate checks were not an acceptable method of payment for this

license, based to some extent on the soundness, or lack thereof of the particular business. This part should have no fiscal impact.

Explanation of State Revenues: *Sunday Sales:* Allowing automobile auctioneers to sell vehicles on Sunday likely will not contribute to additional sales. Based on the Bureau of Motor Vehicles new car report, there were 201,756 new passenger vehicle titles/cars sold during CY 2005.

Public Passenger Chauffeur's License: The bill repeals the requirement to hold a public passenger chauffeur's license in order to drive school buses. In CY 2004, there were approximately 3,800 public passenger chauffeur's licenses issued. This bill will reduce the number of these licenses issued. Revenue in CY 2004 totaled approximately \$53,000. The fee for the license is \$14, with \$2 deposited into the Motor Vehicle Highway Account (MVHA), which supports the Bureau of Motor Vehicles (BMV), \$4 deposited into the Crossroads 2000 Fund, which supports highway bonding, \$0.50 into the Motor Vehicle Technology Fund, \$1.25 into the Anti-Terrorism Fund, which supports the construction of communication towers for the Integrated Public Safety Commission, and \$6.25 into the state License Branch Fund, which supports the license branches throughout the state.

While there will be a loss of revenue from the repeal of the requirement that a school bus driver have a public passenger chauffeur's license, this will be offset by the potential increase of the issuance of commercial drivers licenses (CDLs). In order to drive a school bus, the driver must possess a CDL. The fee for a four-year CDL is \$30, \$15 of which is deposited into the MVHA, \$14.50 is deposited into the state License Branch Fund, and \$0.50 is deposited into the Motor Vehicle Technology Fund.

Temporary Motorcycle Learner's Permit: The bill repeals the temporary motorcycle learner's permit and the fee for the permit. This will reduce revenue for the permit. In CY 2004, there were 26,900 issued. Revenue totaled approximately \$242,000. The fee is \$9, with \$1 deposited into the MVHA, \$2 into the Crossroads 2000 Fund, \$0.50 into the Motor Vehicle Technology Fund, \$1.25 into the Anti-Terrorism Fund, and \$4.25 into the state License Branch Fund.

Motorcycle Operator's License: The bill repeals language concerning the renewal of the motorcycle endorsement of a driver's license or a motorcycle operator's license. In CY 2004, there were 22 four-year motorcycle licenses issued. The fee for a motorcycle license is \$14, with \$4 deposited into the MVHA, \$2 into the Crossroads 2000 Fund, \$0.50 into the Technology Fund, \$1.25 into the Anti-Terrorism Fund, and \$6.25 into the state License Branch Fund. Revenue will be reduced by an estimated \$300 annually, based on CY 2004 data. However, the repeal of the motorcycle license will result in an increase in motorcycle endorsements. The fee for a motorcycle endorsement is \$10, with \$2 deposited into the MVHA, \$1 deposited into the Crossroads 2000 Fund, \$0.50 deposited into the Motor Vehicle Technology Fund, \$1.25 deposited into the Anti-Terrorism Fund, and \$5.25 deposited into the state License Branch Fund.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles and other recipients of MVHA distribution (State Police, Department of Transportation, State Department of Revenue).

Local Agencies Affected: Recipients of MVHA distributions.

Information Sources: Mike Barnhart, Legislative Liaison for the Bureau of Motor Vehicles, 317-233-1218; BMV

data.

Fiscal Analyst: James Sperlik, 317-232-9866.